

1 A RESOLUTION FINDING, DETERMINING AND
2 RATIFYING AN INDUCEMENT RESOLUTION OF THE FORT
3 WAYNE ECONOMIC DEVELOPMENT COMMISSION
4 AUTHORIZING THE ISSUANCE AND SALE OF
5 \$2,000,000 ECONOMIC REVENUE BONDS OF THE CITY
6 OF FORT WAYNE, INDIANA, FOR THE PURPOSE OF
7 INDUCING THE APPLICANT, CRAFTLINE ACQUISITION
8 CORP., TO PROCEED WITH THE ACQUISITION,
9 CONSTRUCTION AND EQUIPPING OF THE PROJECT.

10 WHEREAS, the City of Fort Wayne, Indiana, (the "Issuer") is
11 authorized by I.C. 36-7-12 (the "Act") to issued revenue bonds for
12 the financing of economic development facilities, the funds from
13 said financing to be used for the acquisition, construction and
14 equipping of said facilities, and said facilities to be either sold
15 or leased to another person or directly owned by another person;
16 and

17 WHEREAS, Craftline Acquisition Corp. (the "Applicant") has
18 advised the Fort Wayne Economic Development Commission and the
19 Issuer that it proposes that the Issuer loan proceeds of an
20 economic development financing to the Applicant for the
21 acquisition, construction and equipping of an economic development
22 facility, said economic development facility to be acquisition of
23 land and construction and equipping of a 15,360 square foot
24 building at 3505 Independence Drive, Fort Wayne, Indiana, including
25 costs of issuance (the "Project"); and

26 WHEREAS, the diversification of industry and an increase of
27 eight (8) jobs to be realized by the acquisition, construction and
28 equipping of the Project will be a public benefit to the health,
29 safety and general welfare of the Issuer and its citizens; and

30 WHEREAS, having received the advice of the Fort Wayne Economic
31 Development Commission, it would appear that the financing of the
32 Project would be a public benefit to the health, safety and general
welfare of the Issuer and its citizens; and

WHEREAS, the acquisition and construction of the Project will
not have an adverse effect on any similar facility already
constructed or operating in or about Fort Wayne, Indiana.

PAGE 2

NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF FORT WAYNE, INDIANA:

SECTION 1. The Common Council finds, determines, ratifies and confirms the promotion of diversification of economic development and job opportunities in and near Fort Wayne, Indiana, and in Allen County, is desirable to preserve the health, safety and general welfare of the citizens of the Issuer; and that it is in the public interest that Fort Wayne Economic Development Commission and said Issuer take such action as they lawfully may to encourage diversification of industry and promotion of job opportunities in and near said Issuer.

SECTION 2. The Economic Development Commission in recommending the Project, found specifically that the Project will not have an adverse competitive effect on similar facilities already constructed or operating in Allen County, Indiana, and the Common Council has also held a hearing and specifically finds that the Project will not have an adverse competitive effect on similar facilities already constructed or operating in Allen County, Indiana.

SECTION 3. The Common Council further finds, determines, ratifies and confirms that the issuance and sale of revenue bonds in an amount not to exceed \$2,000,000.00 of the Issuer under the Act and the loan of the proceeds thereof to the Applicant for the acquisition, construction and equipping of the Project will serve the public purpose referred to above, in accordance with the Act.

SECTION 4. In order to induce the Applicant to proceed with the acquisition, construction and equipping of the Project, the Common Council hereby finds, determines, ratifies and confirms that (i) it will take or cause to be taken such actions pursuant to the Act as may be required to implement the aforesaid financing, or as it may deem appropriate in pursuance thereof, provided that all of the foregoing shall be mutually acceptable to the Issuer and the

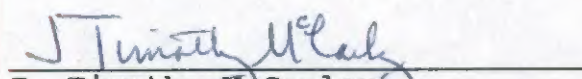
PAGE 3

Applicant; (ii) it will adopt such ordinances and resolutions and authorize the execution and delivery of such instruments and the taking of such action as may be necessary and advisable for the authorization, issuance and sale of said economic development bonds.

SECTION 5. All costs of the Project incurred after the passage of this Inducement Resolution, including disbursement or repayment of the Applicant monies expended by the Applicant for planning, engineering, interest paid during construction, underwriting expenses, attorney and bond counsel fees, acquisition, construction and equipping of the Project will be permitted to be included as part of the bond issue to finance the Project, and the Issuer will thereafter loan the proceeds of such financing to the Applicant for the same purposes.


Councilmember

APPROVED AS TO FORM
AND LEGALITY


J. Timothy McCaulay,
City Attorney

Read the first time in full and on motion by Henry, seconded by GiaQuinta, and duly adopted, read the second time by title and referred to the Committee on Finance (and the City Plan Commission for recommendation) and Public Hearing to be held after due legal notice, at the Council Conference Room 128, City-County Building, Fort Wayne, Indiana, on _____, the _____ day of _____, 19____, at _____ o'clock _____ M., E.S.T.

DATED: 4-24-90

Nancy E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Read the third time in full and on motion by Bradbury, seconded by GiaQuinta, and duly adopted, placed on its passage. PASSED ~~LOST~~ by the following vote:

	AYES	NAYS	ABSTAINED	ABSENT
TOTAL VOTES	<u>7</u>			<u>2</u>
BRADBURY	<u>✓</u>			
BURNS	<u>✓</u>			
EDMONDS	<u>✓</u>			
GiaQUINTA	<u>✓</u>			
HENRY				<u>✓</u>
LONG	<u>✓</u>			
REDD	<u>✓</u>			
SCHMIDT				<u>✓</u>
TALARICO	<u>✓</u>			

DATED: 5-1-90

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Passed and adopted by the Common Council of the City of Fort Wayne, Indiana, as (ANNEXATION) (APPROPRIATION) (GENERAL)

(SPECIAL) (ZONING MAP) ORDINANCE RESOLUTION NO. 9-27-90
on the 1st day of May, 1990.

Sandra E. Kennedy ATTEST
SANDRA E. KENNEDY, CITY CLERK

SEAL
Charles S. Reed
PRESIDING OFFICER

Presented by me to the Mayor of the City of Fort Wayne, Indiana, on the 2nd day of May, 1990, at the hour of 9:30 o'clock A.M., E.S.T.

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Approved and signed by me this 2nd day of May, 1990, at the hour of 4:30 o'clock P.M., E.S.T.

Paul Helmke
PAUL HELMKE, MAYOR



MEMORANDUM

TO: City Council Members

FROM: Rod McPherson, Business Development Specialist *LMC*

DATE: April 18, 1990

RE: Application by Craftline Acquisition Corporation for
Economic Development Bonds

Background:

Craftline has been in Fort Wayne since 1958. Craftline specializes in large volume commercial printing. This is Craftline's second Economic Development Commission bond application. In 1989 Craftline was granted a bond for \$1,000,000 to finance the construction of a 20,400 square foot building and to purchase new manufacturing equipment. Craftline has experienced a tremendous volume of growth over the last year which has caused Craftline to construct another building and to purchase additional manufacturing equipment.

Review of Alternatives:

Approval of this bond application will authorize Craftline to proceed with their project and also be instrumental in the creation of 14 new jobs.

Recommendation:

The staff of the Department of Economic Development recommends that Craftline Acquisition Corporation be granted their inducement resolution to proceed with their new project.

jkb

APPLICATION
TO
FORT WAYNE, INDIANA, ECONOMIC DEVELOPMENT COMMISSION
FOR
ECONOMIC DEVELOPMENT REVENUE BOND FINANCING

RECEIVED

APR 4 1990

ECONOMIC
DEVELOPMENT

A. GENERAL INFORMATION:

1. Applicant's Name:
Craftline Acquisition Corp.
2. Address of applicant's principle office and place of business:
3505 Independence Drive
Fort Wayne, IN 46808
3. Name of contact person for additional information and notices:
Henry D. Freistroffer
4. Address of contact person:
3505 Independence Drive
Fort Wayne, IN 46808
5. Phone number of contact person:
(219) 484-3186

B. PROJECT INFORMATION:

6. What is the proposed amount of the bond issue?
(include cost of project plus issuane cost of bonds)
\$ 2,000,000.00
7. Provide a brief description of the project:
The project will consist of the acquisition of real estate,
the construction of a building and the acquisition of equipment
for operation of a commercial printing business.

8. Itemize the use of the bonds by expenditure category.

<u>ITEM</u>	<u>EXPENDITURES</u>
Land	\$ 100,000.00
Building	325,000.00
Equipment	1,535,000.00
Costs of Issuance	40,000.00

9. If the proceeds of the bond issue are not sufficient to complete the proposed project, itemize the additional amount of funds which will be necessary and indicate the source of such funds:

Any additional funds required to complete the project will

be provided by the Applicant.

10. Where is the proposed project to be located? (give street address and attach a legal description for property as it appears on County Auditors Records):

3505 Independence Drive, Fort Wayne, IN 46808

11. Are architects' renderings or blueprints available on facilities to be constructed? Yes No X

If yes, provide a copy of those renderings and blueprints to the coordinator of the Fort Wayne Economic Development Commission.

If no, describe facilities to be constructed.

A 15,360 square foot 1-story pre-cast concrete building.

12. Is the project solely within the city limits of Fort Wayne? Yes X No

If no, give the name of the township and/or other municipality in which it is located.

N/A

13. If project is not located within the city limits of Fort Wayne, will you waive your right to remonstrate annexation? Yes _____ No _____

14. Is the project within the Fort Wayne Community School District? Yes X No _____

If no, state the name of applicable school districts.
N/A

15. What is the approximate size of the tract or parcel of property on which the project is to be situated?
2.55 acres

16. Is the proposed facility, or a portion thereof, to be leased to another entity or entities? Yes _____ No X

If yes, name the entity or entities and indicate the portion of the project to be leased.

<u>Entity</u>	<u>% Leased</u>
_____	_____
_____	_____
_____	_____
_____	_____

C. APPLICANT INFORMATION:

17. Type of organization under which the applicant does business (e.g. corporation, partnership, sole proprietorship, joint venture).
Corporation

18. Under the laws of what state is the applicant organized?
Craftline Acquisition Corp. - Indiana

19. Name the business or businesses in which the applicant is engaged.
commercial printing

20. Is the applicant qualified to do business in Indiana?
Yes X No
21. How long has the applicant been in operation in Allen
County? 3 years.
22. Please list the names and titles of principal operating
personnel.

<u>Name</u>	<u>Title</u>
Lawrence Lengacher	President
Henry D. Freistoffer	Secretary/Treasurer

23. Please list all persons or firms having an ownership interest of 10% or more in the applicant.

<u>Name</u>	<u>Title</u>
Henry D. Freistroffer	Secretary/Treasurer
John Freistroffer	N/A

24. Are any persons both (a) shareholders or holders of any debt obligation of the applicant; and (b) officers or members of the Fort Wayne Economic Development Commission or the Common Council of the City of Fort Wayne or the Allen County Council? Yes _____ No X

If yes, list that person or persons.

25. Has any person listed above been convicted of a felony, or convicted of, or enjoined from, any violation of a state or federal securities law within the past ten (10) years? Yes _____ No x

If yes, list that person or persons.

N/A

D. ZONING AND INFRASTRUCTURE INFORMATION:

26. What is the nature of the business to be conducted at the project location?

commercial printing

27. What is the existing zoning classification on the project site? M-2

28. What zoning classification does this project require?
M-1

29. Is the project site within the flood plain or river-greenway area? Yes _____ No X

30. Does the proposed project need to be located within an economic development target area? Yes X No _____

31. Will the proposed project have ready access to City water? Yes X No _____

If no, state the intended source of water for this project.

N/A

32. Will the proposed project have ready access to City sewer? Yes X No _____

33. Are any adverse environmental impact anticipated by reason of operation of the proposed project, with particular reference to air, noise or water pollution?
Yes _____ No X

If yes, briefly describe that impact.

N/A

E. PUBLIC BENEFIT INFORMATION:

34. State the number of jobs currently employed by the applicant within Allen County. Full Time 48 Part Time 5

35. State the number of jobs to be created by the proposed project once it is placed into operation.

Full Time 8 Part Time

36. State the number of jobs to be created by the proposed project with three (3) years after it is placed into operation. Full Time 14 Part Time

37. Briefly describe the category and nature of the new jobs to be created.

Press

Bindery

Prepress

Typesetting

38. What additional annual payroll will the new jobs generate (a) immediately after the proposed facilities are placed, and (b) within three (3) years thereafter.

(a) \$175,000

(b) \$300,000

39. If the proposed project would not be approved for tax-exempt financing, is there any substantial possibility that loss of existing jobs would occur within Allen County? Yes No X

If yes, please list the approximate number of jobs to be lost and the approximate net annual payroll lost. Also, give reason for those jobs to be lost.

N/A

40. How will the proposed project further the economic development objectives of the City of Fort Wayne?

Creation of additional jobs; generation of additional property

taxes and disposable income in Allen County, Indiana

F. ADVERSE COMPETITIVE EFFECT INFORMATION:

41. Do any current or potential business competitors at present exist within the boundaries of Allen County?

If yes, list that competitor(s) and state if the use of tax-exempt economic development revenue bonds for this project will put that competitor(s) at a competitive disadvantage.

Lincoln Printing Company - No

Doty Lithograph - No

42. Will the proposed facility have an adverse competitive effect on similar facilities already constructed and operating in Allen County? Yes _____ No X

If yes, state that adverse competitive effect.

43. If bond proceeds are to be utilized for construction of a new facility, why could not any existing facilities have met the needs of the applicant?

The project will consist of an expansion of Applicant's
business at the same location.

G. FINANCIAL AND LEGAL INFORMATION:

44. Applicant's net worth as of the end of the calendar quarter preceeding the date of application.

\$ _____

45. Have tentative arrangements been made for the sale of bonds? Yes X No _____

If yes, briefly describe any such arrangements.

Indiana National Bank has agreed to serve as private
placement agent (see attachment).

46. Has the proposed project been informally reviewed by bond counsel to determine whether it is in accordance with applicable state and federal law?

Yes X No

47. How much equity contribution will be made by the applicant toward this project?

\$300,000

48. Applicant's S.I.C. Code: 2700

H. APPLICANT'S CERTIFICATION:

I/We certify that all information in this application and attached exhibits are true and complete to the best of my/our knowledge and belief. Verification may be obtained from any source named herein.

CRAFTLINE ACQUISITION CORP.

Name of Applicant

1.

By:

Henry D. Freistroffer

Its:

Secretary/Treasurer

2.

By:

Its:

SEAL

Henry D. Freistroffer

Dated this 30th day of March, 19 90.

I. EXHIBITS:

- | | | |
|---------------|-----|--|
| <u>X</u> | 1.) | Copy of legal description of property |
| <u> </u> | 2.) | Applicant's financial statements for the past three (3) years, or a <u>firm</u> letter of commitment for the purchase of the proposed bond issue |
| <u> </u> | 3.) | Applicant's two (2) year income projection |
| <u> </u> | 4.) | Detailed breakdown of project cost |
| <u> </u> | 5.) | Proof of applicant's equity contribution |
| <u> </u> | 6.) | Copy of check paying the application fee |

This application will not be considered complete until all exhibits are attached and the application fee is paid. Once the application is determined to be complete, then this project will be placed on the agenda of the Fort Wayne Economic Development Commission.

Return application, exhibits, and application fee to:

Mr. H. William Rasler
E.D.C. Coordinator
City-County Bldg., Room 840
One Main Street
Fort Wayne, IN 46802
(219) 427-1127

Members of the Fort Wayne Economic Development Commission:

Phil Howard	President
Dave Schenkel	Vice-President
Herman Friedrich	Secretary
Jonathon Smith	Member
Graceila Beecher	Member

Counsel for Economic Development Commission:

Attorney David Boyer
300 Metro Building
202 W. Berry Street
Fort Wayne, IN 46803
422-7422

EXHIBIT A

Part of the Southwest Quarter of Section 28, township 31 North, Range 12 East, Allen County, Indiana, more particularly described as follows:

Beginning at the Southeast corner of Centennial Industrial Park, Section VIII, as recorded in the plat thereof in the Office of the Recorder of Allen County, Indiana; thence North along the East line of said Centennial Industrial Park, Section VIII, a distance of 188.1 feet to the point of beginning; thence North along the East line of said Centennial Industrial Park, Section VIII, a distance of 307.43 feet to a point on the South right-of-way line of Independence Drive; thence Northeasterly with a deflection angle to the right of 77 degrees 27 minutes 40 seconds to the chord of a curve to the left, having a radius of 230.0 feet and a central angle to of 16 degrees 04 minutes, along said right-of-way line, a distance of 64.50 feet to the point of tangency; thence Northeasterly, tangent to aforesaid curve along said right-of-way line, a distance of 1.86 feet; thence South with a deflection angle to the right of 110 degrees 34 minutes 30 seconds, a distance of 272.04 feet; thence East with a deflection angle to the left of 89 degrees 34 minutes 30 seconds, a distance of 335.5 feet; thence South with a deflection angle to the right of 89 degrees 34 minutes 30 seconds, a distance of 231.68 feet; thence West with a deflection angle to the right of 89 degrees 26 minutes 10 seconds, a distance of 335.5 feet; thence North with a deflection angle to the right of 90 degrees 33 minutes 50 seconds and parallel to the East line of Centennial Industrial Park, Section VIII, a distance of 187.46 feet; thence West with a deflection angle to the left of 90 degrees 00 minutes a distance of 64.5 feet to the point of beginning, containing 2.27 acres, subject to easements.

ALSO:

Part of the Southwest Quarter of Section 28, Township 31 North, Range 12 East, in Allen County, Indiana, more particularly described as follows:

Beginning at the Southeast corner of Centennial Industrial Park, Section VIII, as recorded in the plat thereof in the Office of the Recorder of Allen County, Indiana; thence North along the East line of Lot #55 in Centennial Industrial Park, Section VIII, a distance of 188.1 feet; thence East with a deflection angle to the right of 90 degrees 00 minutes a distance of 64.5 feet; thence South with a deflection angle to the right of 90 degrees 00 minutes a distance of 187.46 feet; thence West with a deflection angle to the right of 89 degrees 26 minutes 10 seconds a distance of 64.5 feet to the point of beginning, containing 0.28 acres.

DIGEST SHEET

TITLE OF ORDINANCE Inducement Resolution

Q-90-04-23

DEPARTMENT REQUESTING ORDINANCE Economic Development

SYNOPSIS OF ORDINANCE Application of Craftline Aquisition Corporation for Economic

Development Revenue Bond in the amount of \$2,000,000.00 to finance the construction of a

15,360 square foot 1 story pre-cast concrete building and the acquisition of a new manufac-
turing equipment.

EFFECT OF PASSAGE Authorizes company to proceed and will be insturmental in the
creation of 14 new jobs.

EFFECT OF NON-PASSAGE Opposite of the above

MONEY INVOLVED (DIRECT COSTS, EXPENDITURES, SAVINGS) _____

ASSIGNED TO COMMITTEE (PRESIDENT) Tom Henry

BILL NO. R-90-04-23

REPORT OF THE COMMITTEE ON FINANCE

THOMAS C. HENRY, CHAIRMAN
DONALD J. SCHMIDT, VICE CHAIRMAN
BRADBURY, BURNS, GiaQUINTA

WE, YOUR COMMITTEE ON FINANCE TO WHOM WAS

REFERRED AN (~~ORDINANCE~~) (RESOLUTION) FINDING, DETERMINING AND
RATIFYING AN INDUCEMENT RESOLUTION OF THE FORT WAYNE ECONOMIC
DEVELOPMENT COMMISSION AUTHORIZING THE ISSUANCE AND SALE OF
\$2,000,000 ECONOMIC REVENUE BONDS OF THE CITY OF FORT WAYNE,
INDIANA, FOR THE PURPOSE OF INDUCING THE APPLICANT, CRAFTLINE
ACQUISITION, CONSTRUCTION AND EQUIPPING OF THE PROJECT

HAVE HAD SAID (~~ORDINANCE~~) (RESOLUTION) UNDER CONSIDERATION
AND BEG LEAVE TO REPORT BACK TO THE COMMON COUNCIL THAT SAID
(~~ORDINANCE~~) (RESOLUTION)

DO PASS

DO NOT PASS

ABSTAIN

NO REC

Janet G. Bradbury

C.R. Edmond

Samuel H. Burns

Wanda Long

Mark C. Burns

Jan C. Burns

DATED: 5-1-90

Sandra E. Kennedy
City Clerk